



**BOS WEALTH
MANAGEMENT**

A subsidiary of Bank of Singapore

BOSWM DYNAMIC ISLAMIC INCOME FUND

QUARTERLY REPORT

For the financial period from

1 June 2021 (date of launch) to 31 March 2022

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FUND INFORMATION**As At 31 March 2022**

Name Of Fund	: BOSWM Dynamic Islamic Income Fund
Manager Of Fund	: BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
Launch Date	: Class BOS MYR – 1 June 2021 The Fund will continue its operations until terminated as provided under Clause 25 of the Deed.
Category Of Fund	: Islamic (wholesale)
Type Of Fund	: Growth and income
Investment Objective	: BOSWM Dynamic Islamic Income Fund aims to deliver total return. Note: <ul style="list-style-type: none">• Any material change to the investment objective of the Fund would require Unit Holders' approval.• 'total return' refers to a combination of income (in the form of income distribution) and potential capital growth.
Performance Benchmark	: Maybank Islamic Overnight Deposit rate
Distribution Policy	: Declaration of income distribution (if any) is at least once a year.
Fund Size	: 53.09 million units

FUND PERFORMANCE**For The Financial Period From 1 June 2021 (Date of Launch) To 31 March 2022****Market And Fund Review**Market Review

Markets began 2022 contending with inflationary pressures and was challenged by the eventual start of the interest rate normalization cycle by central banks while geopolitical risk has added to the uncertainties to the macroeconomic backdrop. With focus shifting to rising inflation and the prospect of the withdrawal of monetary policy support, short and intermediate yields rose amidst the Federal Reserve's (Fed) hawkish pivot. In March, the Fed raised interest rates for the first time since December 2018, lifting the target federal funds rate by 25 basis points (bps) to a range of 0.25%-0.50%. Treasuries rallied initially in a flight to safety as Russian tanks crossed the Ukrainian border, but rates have since marched straight back up to the highest since 2019 as bond markets are pricing in hotter inflation and tighter monetary policy. Communications from the Fed continued to skew on the hawkish side with Chairman Powell warning the risk of larger 50bps hikes at upcoming meetings to curb inflation. Market-based expectations for the Fed are for six to seven additional 25 bps rate hikes over the remaining six meetings in 2022. Meanwhile the yield curve is sending mixed recession signals as the two-year to 10-year curve, briefly inverted while curve inversion remains from the 3 to 7-year segment. The 10-year yield closed the month 61bps higher at 2.34% after hitting a peak of 2.50% while the 2-year yield increased by 99bps to 2.33%.

Malaysian government bonds saw mixed trading and endured a relatively softer trading quarter with yields spiking by 25-36bps across the curve. Yield movements took cue from higher Treasury yields amid the Fed's hawkish pivot as selling pressure resurfaced in March with yields spiking 15-40bps across the curve. Yields on the shorter end were pressured by supply repricing while longer end steepened on evident selling pressure from foreign accounts while the Ministry of Finance's (MOF) announcement to allow more Employees Provident Fund (EPF) withdrawals did not help sentiment either. Meanwhile, Bank Negara Malaysia (BNM) maintained its policy accommodation and signaled patience on its policy stance to aid the economic recovery. The central bank has guided for 2022 GDP to come in slightly below the official projection at 5.50%-6.30% and headline inflation to average 2.2%-3.2% in its 2021 Annual Report. Over the period in review, the yield curve flattened with the 3-year rising 36bps to 3.16% while the 10-year rose 27bps to 3.86%. Cash rates were mostly offered at a tight range as following the steady overnight policy rate (OPR) at 1.75%.

Fund Review

Total NAV amounted to RM53,313,594 while NAV per unit increased to RM1.0042 (net of distribution of RM0.0010) during the quarter under review.

As at 31 March 2022, the Fund was 18.20% invested in sukuk and 81.80% in cash and Islamic money market instruments. Throughout the quarter, investment decisions were focused on a combination of yield accumulation and duration management. The fundamentals of the underlying sukuk portfolio remained satisfactory with decent earnings expectations and rating stability.

Fund Returns

	Total Returns	
	Class BOS MYR	
	Fund	Benchmark
1.7.2021 To 30.9.2021	0.06%	0.06%
1.10.2021 To 31.12.2021	0.18%	0.06%
1.1.2022 To 31.3.2022	0.27%	0.06%
Financial Year-To-Date (1.1.2022 To 31.3.2022)	0.51%	0.19%
Since Investing Date To 31.3.2022	0.62%	0.21%

Note:

- BOSWM Dynamic Islamic Income Fund Class BOS MYR – Launch date: 1.6.2021; Investing date: 10.6.2021

Source: Lipper, Bloomberg

Asset Allocation

Sukuk
Cash And Islamic Money Market Instruments

As At 31 March 2022

18.20%
81.80%
100.00%

Income Distribution

Gross distribution per unit

Class BOS MYR

0.20 sen
(31.12.2021: 0.10 sen
31.3.2022: 0.10 sen)

Net distribution per unit

0.20 sen
(31.12.2021: 0.10 sen
31.3.2022: 0.10 sen)

NAV per unit before declaration

(as at 31 March 2022)

Class BOS MYR

RM1.0052

NAV per unit after declaration

(as at 31 March 2022)

Class BOS MYR

RM1.0042

SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF BOSWM DYNAMIC ISLAMIC INCOME FUND ("FUND"),

We hereby confirm:

1. To the best of our knowledge, after having made all reasonable enquiries, **BOS Wealth Management Malaysia Berhad** has operated and managed the Fund for the period covered by these financial statements namely, the period ended 31 March 2022, in accordance with Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Adviser,
BIMB SECURITIES SDN BHD

NURUSSA'ADAH NASARUDIN
Designated Shariah Officer

Kuala Lumpur, Malaysia
29 April 2022

UNAUDITED STATEMENT OF FINANCIAL POSITION
As At 31 March 2022

	31.3.2022
	RM
Assets	
Investments	9,703,350
Profit receivable	78,004
Cash and cash equivalents	<u>43,620,770</u>
Total Assets	<u>53,402,124</u>
Liabilities	
Amount due to Manager	22,683
Other payables	12,753
Distribution payable	<u>53,094</u>
Total Liabilities	<u>88,530</u>
Net Asset Value Of The Fund	<u>53,313,594</u>
Equity	
Unitholders' capital	53,102,390
Retained earnings	<u>211,204</u>
Net Asset Value Attributable To Unitholders	<u>53,313,594</u>
Total Equity And Liabilities	<u>53,402,124</u>
Number Of Units In Circulation (Units)	<u>53,094,342</u>
Net Asset Value Per Unit (ex-distribution)	<u>RM1.0042</u>

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
For The Financial Period From 1 June 2021 To 31 March 2022

	1.6.2021 to 31.3.2022 RM
Investment Income	
Profit income	1,027,628
Net loss on investments	
- Financial assets at fair value through profit or loss	(152,143)
Net unrealised loss on changes in value of financial assets at fair value through profit or loss	(296,650)
	<u>578,835</u>
Expenses	
Audit fee	5,867
Tax agent's fee	3,140
Manager's fee	232,128
Trustee's fee	9,312
Administration expenses	14,056
	<u>264,503</u>
Net Income Before Finance Cost and Taxation	314,332
Finance Cost - Distribution	
- Class MYR BOS	(103,128)
Net Income Before Taxation	211,204
Taxation	-
Net Income After Taxation	<u>211,204</u>
Total Comprehensive Income	<u>211,204</u>
Total Comprehensive Income	
Is Made Up As Follows:	
Realised income	507,854
Unrealised loss	(296,650)
	<u>211,204</u>

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (continuation)
For The Financial Period From 1 June 2021 To 31 March 2022

	1.6.2021 to 31.3.2022 RM
Distributions For The Financial Period	
Net distributions - Class BOS MYR	103,128
Gross distributions per unit in sen Class BOS MYR	0.20
Net distributions per unit in sen Class BOS MYR	0.20

BOS WEALTH MANAGEMENT MALAYSIA BERHAD 199501006861 (336059-U)

A subsidiary of Bank of Singapore

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INSTITUTIONAL UNIT TRUST ADVISERS (IUTA)

For more details on the list of appointed IUTA (if any), please contact the Manager. Our IUTA may not carry the complete set of our funds. Investments made via our IUTA may be subject to different terms and conditions.

IMPORTANT NOTICES

Beware of phishing scams

Kindly be alert of any email or SMS that requires you to provide your personal information and/or to login to your account via an unsolicited link. Do not click on email links or URLs without verifying the sender of the email. Please ensure the actual internet address is displayed i.e. www.boswealthmanagement.com.my

If you suspect your account may be compromised and/or would like to seek clarification, please contact us as above.

Update of particulars

Investors are advised to furnish us with updated personal details on a timely basis. You may do so by downloading and completing the Update of Particulars Form available at www.boswealthmanagement.com.my, and e-mail to customercare@boswm.com. Alternatively, you may call us as above.